



JBS Concludes its Bond Offering in the US

JBS S.A. (JBSS3) communicates to its shareholders and to the market in general, as part of its debt rebalancing process, that the subsidiaries of the Company, JBS USA, LLC and JBS USA Finance, Inc., priced the Bond ("notes") object of the Communication to the Market dated January 18, 2012. The total aggregate amount has been adjusted up to USD700 million with a coupon of 8,25% and yield of 8,5% and with an 8 year maturity.

The Company opted to increase the size of the "notes" from the initial indicated amount of USD400 million to USD700 million due to the strong demand which surpassed USD3.7 billion, a clear gesture of confidence in the Company from the market. With this issuance, JBS S.A. completes the process of balancing its debt to a more efficient level initiated in May of last year. Proceeds will be used to pay down shorter term more expensive debt primarily in Brazil.

This rebalancing process will reduce financial costs and improve the fiscal structure at JBS S.A. which will result in an overall savings in the order of USD200 million (including 2011 issuances) on an annualized basis. Furthermore, these funds will improve the maturity profile and reduce the average cost of debt, thus enhancing value to shareholders.

São Paulo, January 25th, 2012.

**Jeremiah O'Callaghan
Investor Relations Director**

This announcement shall not constitute an offer to sell nor the solicitation of an offer to buy the notes or any other securities and shall not constitute an offer, solicitation or sale in any jurisdiction in which, or to any person to whom, such an offer, solicitation or sale is unlawful. Any offers of the notes will be made only by means of a private offering memorandum to qualified institutional buyers under Rule 144A under the Securities Act of 1933, as amended (the "Securities Act") and to persons outside of the United States in compliance with Regulation S of the Securities Act. The notes have not been registered under the Securities Act or the securities laws of any other jurisdiction.</html>